STATE OF CALIFORNIA DEPARTMENT OF INSURANCE 45 Fremont Street, 21st Floor San Francisco, California 94105

RH02024992 September 3, 2003

PROPOSED REVISION TO THE

CALIFORNIA AUTOMOBILE ASSIGNED RISK PROGRAM

Amend Rule 75 to read as follows:

Rule 75. TRUCKER LIABILITY COVERAGE

[Paragraph C.2.b is amended as follows]

- C. Truckers Hired Auto Liability Coverage-Cost of Hire Basis
 - 2. Cost of Hire Rate Reduction-Excess Coverage Basis
 - b. To the extent the conditions set forth above are materially satisfied, for the excess hired auto exposures, cost of hire rate developed in accordance with paragraph C.1 above shall be reduced by the following percentage(s):

Class of Hired Auto			
Radius of Use	Public Authority	Insured's Limits of	Reduction in
	Operating Rights	Liability	Cost of Hire
			Rate
Intrastate	Lessor	Equal to or less than	96%
		\$1,000,000 CSL	
		Greater than	95%
		\$1,000,000 CSL	
	Lessee		90%
Interstate	state Lessor		85%
			00/
	Lessee		0%

Exception: For risks not subject to the California Department of Motor Vehicles filing requirements that transport interstate commerce within the state of California reduce the rate developed in accordance with paragraph C.1.b above by 90%.